By: Jackson S.B. No. 1475

A BILL TO BE ENTITLED

	AN ACT
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- 2 relating to the powers and duties of the Texas Department of
- 3 Licensing and Regulation.
- 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
- 5 SECTION 1. Section 51.001, Occupations Code, is amended to
- 6 read as follows:
- 7 Sec. 51.001. DEFINITIONS. In this chapter:
- 8 (1) "Advisory board" means a board, committee,
- 9 council, or other entity with multiple members that has as its
- 10 primary function advising the commission or department.
- 11 (2) "Commission" means the Texas Commission of
- 12 Licensing and Regulation.
- 13 $\underline{(3)}$ [$\underline{(2)}$] "Department" means the Texas Department of
- 14 Licensing and Regulation.
- 15 (4) [(3)] "License" means a license, certificate,
- 16 registration, title, or permit issued by the department.
- 17 (5) $[\frac{4}{1}]$ "License holder" means a person who holds a
- 18 license issued by the department.
- 19 $\underline{(6)}$ [$\overline{(5)}$] "Respondent" means a person, regardless of
- 20 whether the person is a license holder, who is charged with
- 21 violating a law establishing a regulatory program administered by
- the department or a rule adopted or order issued by the commission
- 23 or executive director.
- (7) $[\frac{(6)}{(6)}]$ "Sanction" means an action by the executive

- 1 director against a license holder or another person, including the
- denial, suspension, or revocation of a license, the reprimand of a
- 3 license holder, or the placement of a license holder on probation.
- 4 SECTION 2. Section 51.202(a), Occupations Code, is amended
- 5 to read as follows:
- 6 (a) The commission shall set fees, in amounts reasonable and
- 7 necessary to cover the costs of administering the programs or
- 8 activities, for:

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- (1) licenses issued by the department;
- 10 (2) license renewals and late renewals;
- 11 (3) examinations;
- 12 <u>(4)</u> continuing education; and
- 13 $\underline{(5)}$ [$\overline{(4)}$] any other program or activity administered 14 by the department for which a fee is authorized.
- 15 SECTION 3. Subchapter D, Chapter 51, Occupations Code, is
- amended by adding Sections 51.209 and 51.210 to read as follows:
- 17 Sec. 51.209. APPOINTMENT OF ADVISORY BOARD MEMBERS.
- 18 (a) Except as otherwise provided by law, the presiding
- officer of the commission, with the commission's approval, shall:
- 20 (1) appoint the members of the advisory board; and
- 21 (2) appoint a member of the advisory board to serve as
- 22 presiding officer of the advisory board.
- 23 (b) An advisory board member shall serve without
- 24 compensation but is entitled to reimbursement for actual and
- 25 necessary expenses incurred in performing advisory board
- 26 functions, subject to the General Appropriations Act.
- Sec. 51.210. REMOVAL OF ADVISORY BOARD MEMBER. (a) An

- 1 advisory board member that was appointed by the presiding officer
- of the commission with the commission's approval may be removed
- 3 from the advisory board by the presiding officer of the commission
- 4 with the commission's approval, on the grounds that the member:
- 5 (1) does not have at the time of taking office the
- 6 qualifications required by the law or rule authorizing appointment
- 7 of the member;
- 8 (2) does not maintain during service on the advisory
- 9 board the qualifications required by the law or rule authorizing
- 10 appointment of the member;
- 11 (3) cannot, because of illness or disability,
- discharge the member's duties for a substantial part of the member's
- 13 term; or
- 14 (4) is absent from more than half of the regularly
- 15 scheduled advisory board meetings that the member is eligible to
- 16 attend during a calendar year without an excuse approved by a
- majority vote of the advisory board.
- 18 (b) The validity of an action of an advisory board is not
- 19 affected by the fact that it is taken when a ground for removal of a
- 20 member exists.
- 21 SECTION 4. Section 51.351, Occupations Code, is amended to
- 22 read as follows:
- Sec. 51.351. INSPECTIONS AND INVESTIGATIONS. (a) The
- 24 department may conduct inspections or investigations as necessary
- to enforce the laws administered by the department.
- 26 (b) The department, during reasonable business hours, may:
- 27 (1) enter the business premises of a person regulated

- 1 by the department or a person suspected of being in violation of or
- 2 threatening to violate a law establishing a regulatory program
- 3 administered by the department or a rule or order of the commission
- 4 or executive director related to a regulatory program administered
- 5 by the department; and
- 6 (2) examine and copy records pertinent to the
- 7 inspection or investigation.
- 8 (c) A department employee may check the license,
- 9 registration, or endorsement of a person regulated by the Texas
- 10 State Board of Plumbing Examiners in accordance with the memorandum
- 11 of understanding under Section 1301.259 and report any
- 12 noncompliance to that agency.
- 13 (d) The department shall conduct joint investigations with
- 14 the Texas State Board of Plumbing Examiners as circumstances
- 15 require.
- (e) The department may issue a subpoena as provided in this
- 17 <u>subsection</u>.
- 18 (1) The department may request and, if necessary,
- 19 compel by subpoena:
- 20 (A) the production for inspection and copying of
- 21 <u>records, documents, and other evidence relevant</u> to the
- 22 <u>investigation of an alleged violation of this chapter, a law</u>
- 23 <u>establishing a regulatory program administered by the department,</u>
- 24 or a rule adopted or order issued by the commission or executive
- 25 director; and
- 26 (B) the attendance of a witness for examination
- 27 under oath.

- 1 (2) A subpoena may be issued throughout the state and
- 2 may be served by any person designated by the commission or
- 3 executive director.
- 4 (3) The department, acting through the attorney
- 5 general, may bring an action to enforce a subpoena issued under this
- 6 subsection against a person who fails to comply with the subpoena.
- 7 (4) Venue for an action brought under this subsection
- 8 is in a district court in:
- 9 (A) Travis County; or
- 10 (B) any county in which the department may hold a
- 11 hearing.
- 12 (5) The court shall order compliance with the subpoena
- 13 if the court finds that good cause exists to issue the subpoena.
- SECTION 5. Section 51.353, Occupations Code, is amended to
- 15 read as follows:
- 16 Sec. 51.353. LICENSE DENIAL; ADMINISTRATIVE SANCTIONS.
- 17 (a) The commission shall revoke, suspend, deny an application for,
- or refuse to renew a license or shall reprimand a license holder for
- 19 a violation of this chapter, a law establishing a regulatory
- 20 program administered by the department, or a rule or order of the
- 21 commission or executive director.
- 22 (b) The commission may probate the suspension of a [place on
- 23 probation a person whose] license [is suspended]. If a license
- 24 suspension is probated, the commission may require the person to:
- 25 (1) report regularly to the department on matters that
- 26 are the basis of the probation;
- 27 (2) limit practice to the areas prescribed by the

- 1 commission; or
- 2 (3) continue or renew professional education until the
- 3 person attains a degree of skill satisfactory to the commission in
- 4 those areas that are the basis for the probation.
- 5 SECTION 6. Subchapter G, Chapter 51, Occupations Code, is
- 6 amended by adding Sections 51.355, 51.356, and 51.357 to read as
- 7 follows:
- 8 Sec. 51.355. CEASE AND DESIST ORDERS. The executive
- 9 <u>director may issue a cease and desist order if the executive</u>
- 10 director determines that the action is necessary to prevent a
- 11 violation of:
- 12 <u>(1)</u> this chapter;
- 13 (2) a law establishing a regulatory program
- 14 administered by the department; or
- 15 (3) a rule adopted or order issued by the commission or
- 16 <u>executive director</u>.
- Sec. 51.356. EMERGENCY ORDERS. (a) The executive director
- 18 may issue an emergency order to suspend or revoke a license or to
- 19 cease operation of an unsafe facility or unsafe equipment that is
- 20 subject to regulation by the department, if the executive director
- 21 determines that an emergency exists requiring immediate action to
- 22 protect the public health and safety.
- 23 (b) The executive director may issue the emergency order
- 24 with or without notice and hearing as the executive director
- 25 considers practicable under the circumstances.
- 26 (c) If an emergency order is issued under this section
- 27 without a hearing, the executive director shall set the time and

- 1 place for a hearing conducted by the State Office of Administrative
- 2 Hearings to affirm, modify, or set aside the emergency order not
- 3 later than the 10th day after the date the order was issued. The
- 4 order shall be affirmed to the extent that reasonable cause existed
- 5 to issue the order.
- 6 (d) The commission by rule may prescribe procedures for the
- 7 determination and appeal of an emergency order under this section,
- 8 including a rule allowing the commission to affirm, modify, or set
- 9 <u>aside a decision made by the State Office of Administrative</u>
- 10 Hearings under Subsection (c).
- 11 (e) A proceeding under this section is a contested case
- 12 under Chapter 2001, Government Code.
- 13 Sec. 51.357. DEFERRED ADJUDICATION; LICENSE SUSPENSION,
- 14 REVOCATION, OR DENIAL OR REFUSAL TO RENEW LICENSE. (a) The
- 15 commission may suspend, revoke, deny an application for, or refuse
- 16 to renew a license if the commission determines that a deferred
- 17 adjudication makes the person holding or seeking the license unfit
- 18 for the license.
- 19 (b) In making a determination under subsection (a), the
- 20 commission shall consider the factors set forth in Sections 53.022
- 21 and 53.023 and the guidelines issued by the department under
- 22 <u>Section 53.025.</u>
- SECTION 7. Subchapter H, Chapter 51, Occupations Code, is
- 24 amended by adding Sections 51.407 and 51.408 to read as follows:
- Sec. 51.407. TEMPORARY LICENSE. (a) The commission by
- 26 rule may provide for the issuance of a temporary license to an
- 27 applicant who:

1	(1) submits to the executive director an application
2	on a form prescribed by the executive director;
3	(2) meets preliminary qualifications established by
4	commission rule; and
5	(3) pays the required fees.
6	(b) A temporary license expires on the 21st day after the
7	date of issuance and may not be renewed.
8	(c) A temporary license holder is subject to:
9	(1) this chapter;
10	(2) any law applicable to the activity for which the
11	license is required; and
12	(3) any rule of the commission or the executive
13	director applicable to the license.
14	Sec. 51.408. EMERGENCY LICENSE. (a) The executive
15	director may issue an emergency license to a person who meets
16	eligibility requirements provided by:
17	(1) a law establishing a regulatory program
18	administered by the department; or
19	(2) a rule adopted to implement this section.
20	(b) The license expires on the date indicated by the
21	executive director, but may not exceed the 90th day after the date
22	of issuance.
23	(c) The emergency license holder may engage in the
24	activities authorized by the type of license only:
25	(1) during a time declared as a state of disaster and
26	the following recovery period; and
27	(2) in an area designated as a disaster area pursuant

S.B. No. 1475

- 1 to Chapter 418, Government Code.
- 2 SECTION 8. This Act takes effect September 1, 2007.